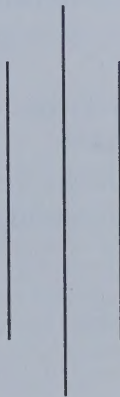


*Twenty-ninth Annual Report*

**COMBINED METAL MINES  
LIMITED**



*For the Year Ended  
March 31st, 1968*

# COMBINED METAL MINES LIMITED

---

**AUTHORIZED  
CAPITALIZATION**

3,500,000 shares without nominal or par value

**DIRECTORS**

M. J. BOYLEN, D.C.L., D.Sc. - - - Toronto 18, Ontario  
PHILIP E. BOYLEN - - - Willowdale, Ontario  
DAVID W. GORDON, F.C.I.S. - - - Toronto, Ontario  
GORDON L. MOORE - - - Islington, Ontario  
CHARLES B. BRANNIGAN - - - Toronto 16, Ontario

**OFFICERS**

M. J. BOYLEN, D.C.L., D.Sc. - - - - - President  
PHILIP E. BOYLEN - - - - - Vice-President  
GORDON L. MOORE - - - - - Secretary-Treasurer  
CHARLES B. BRANNIGAN - - - Assistant Secretary

**HEAD OFFICE**

330 BAY STREET - - - - - Toronto, Ontario

**AUDITORS**

McDONALD, CURRIE & CO.,  
Chartered Accountants,  
Toronto, Ontario.

# COMBINED METAL MINES LIMITED

---

## DIRECTORS' REPORT

To the Shareholders:

The financial statements of the Company for the fiscal year ended March 31st, 1968, and notes relative thereto and the Report of the Auditors are presented for your consideration.

### Province of New Brunswick

The Company's mining license covering an area of 1,250 acres located adjacent to the Number Six property of Brunswick Mining and Smelting Corporation Limited was maintained in good standing.

### Province of Ontario

The sixteen patented mining claims held by the Company situate in the Township of McGarry in the Province of Ontario, are maintained in good standing.

### Investment — Atlantic Coast Copper Corporation Limited

Your Company still holds 500,000 shares of Atlantic Coast Copper Corporation Limited as reflected in Note 1 to the Financial Statements.

The annual report of the Atlantic Coast Copper Corporation Limited for the year ended December 31st, 1967, states:

"The outlook for profitability of the Company in 1968 is very bright indeed. An indication of this is shown by the first three months of operation which earned an estimated operating profit at the mine of \$160,000., using a copper price of 44.5¢ before application of interest, depreciation, preproduction written-off and Provincial Mining Tax. The last settlement price received for copper was 58.8309¢ per lb. (February 1968 sales). If this price prevails through to settlement, for metals produced in the quarter, the net operating profit (before provision for write-offs and taxes) will be increased by \$355,520. to a total of \$625,558. The average price received for concentrates settled for in 1967 was 49.3456¢."

The Atlantic Coast Report further shows that Company has retired most of its debt. As at April 15th, 1968, only \$203,000. principal amount of Debentures maturing in 1970 remained outstanding and funds in excess of that amount were on fixed deposit.

### General

Your Company will be active in prospecting and exploration during the current year.

On behalf of the Board,

Toronto, Ontario,  
May 8th, 1968.

M. J. BOYLEN,  
President.



# COMBINED METAL MINES LIMITED

## BALANCE SHEET AS AT MARCH 31, 1968

### ASSETS

	1968 \$	1967 \$
CURRENT ASSETS		
Cash .....	12,275	20,911
Short-term deposits .....	25,000	25,000
Accounts receivable .....	116	99
Prepaid expense .....	3,415	—
	<u>40,806</u>	<u>46,010</u>
INVESTMENT IN OTHER MINING COMPANIES (note 1) .....	357,231	357,232
OTHER INVESTMENTS — nominal value (no market value) .....	3	3
MINING PROPERTIES — at cost (notes 2 and 3) .....	217,690	218,190
DEFERRED EXPENSES — at cost (note 3) .....	260,057	254,353
	<u>875,787</u>	<u>875,788</u>

### LIABILITIES

CURRENT LIABILITIES		
Accounts payable and accrued liabilities .....	200	200
	<u>200</u>	<u>200</u>

### SHAREHOLDERS' EQUITY

CAPITAL STOCK (note 4)		
Authorized —		
3,500,000 shares of no par value		
Issued and fully paid —		
2,750,671 shares .....	1,612,668	1,612,668
DEFICIT .....	737,081	737,080
	<u>875,587</u>	<u>875,588</u>
	<u>875,787</u>	<u>875,788</u>

Signed on behalf of the Board:

M. J. BOYLEN, Director.

G. L. MOORE, Director.

**MCDONALD, CURRIE & CO.**

CHARTERED ACCOUNTANTS

INTERNATIONAL FIRM  
COOPERS & LYBRAND

TELEPHONE 366-2551  
120 ADELAIDE STREET WEST  
TORONTO 1, CANADA

April 23, 1968

**AUDITORS' REPORT TO THE SHAREHOLDERS**

We have examined the balance sheet of Combined Metal Mines Limited as at March 31, 1968 and the statements of deferred expenses, deficit, and source and use of funds for the year then ended. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of the company as at March 31, 1968 and the results of its operations and the source and use of its funds for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

*McDonald Currie & Co*

CHARTERED ACCOUNTANTS

# COMBINED METAL MINES LIMITED

## STATEMENT OF DEFICIT

For the year ended March 31, 1968

	1968 \$	1967 \$
BALANCE — BEGINNING OF YEAR .....	737,080	730,551
Claims abandoned written off —		
Property .....	—	3,055
Deferred expenses thereon .....	—	3,474
Write off of investment —		
Larmont Mines Limited .....	1	—
BALANCE — END OF YEAR .....	<u>737,081</u>	<u>737,080</u>

## STATEMENT OF SOURCE AND USE OF FUNDS

For the year ended March 31, 1968

	1968 \$	1967 \$
SOURCE OF FUNDS		
Sale of surface rights .....	500	—
Interest and rent .....	1,708	1,996
	<u>2,208</u>	<u>1,996</u>
USE OF FUNDS		
Deferred mine development expenses .....	741	2,883
Deferred administrative expenses .....	6,671	5,671
Property acquired .....	—	1,402
Investments .....	—	900
	<u>7,412</u>	<u>10,856</u>
DECREASE IN WORKING CAPITAL .....	<u>5,204</u>	<u>8,860</u>
WORKING CAPITAL — BEGINNING OF YEAR .....	45,810	54,670
Decrease in working capital .....	5,204	8,860
WORKING CAPITAL — END OF YEAR .....	<u>40,606</u>	<u>45,810</u>



# COMBINED METAL MINES LIMITED

## STATEMENT OF DEFERRED EXPENSES

For the year ended March 31, 1968

	Total to March 31, 1967	Year ended March 31, 1968	Total to March 31, 1968
	\$	\$	\$
<b>DEFERRED MINE DEVELOPMENT EXPENSES</b>			
Diamond drilling .....	138,055	—	138,055
Surface exploration .....	77,626	—	77,626
Assaying .....	3,307	—	3,307
Maps and blueprints .....	270	—	270
Mining licences and renewals .....	17,226	373	17,599
Taxes and fees .....	9,612	343	9,955
General expense .....	787	25	812
Surveys .....	20,724	—	20,724
Engineering and automotive equipment .....	2,911	—	2,911
	<u>270,518</u>	<u>741</u>	<u>271,259</u>
Less: Development expenses of abandoned claims	126,489	—	126,489
	<u>144,029</u>	<u>741</u>	<u>144,770</u>
<b>DEFERRED ADMINISTRATIVE EXPENSES</b>			
Advertising .....	2,756	—	2,756
Legal and audit .....	11,302	250	11,552
Interest and bank charges .....	8,412	1	8,413
Head office expenses .....	49,826	3,359	53,185
Office supplies .....	7,805	488	8,293
Postage .....	4,334	95	4,429
Listing fees .....	4,602	100	4,702
Telephone and telegraph .....	905	38	943
Transfer agent and registrar fees .....	24,355	1,071	25,426
Travel expenses .....	3,758	219	3,977
Capital and place of business tax .....	656	50	706
Bad debt expense .....	788	—	788
Directors' fees .....	950	1,000	1,950
	<u>120,449</u>	<u>6,671</u>	<u>127,120</u>
Less: Interest and rent .....	10,125	1,708	11,833
	<u>110,324</u>	<u>4,963</u>	<u>115,287</u>
<b>TOTAL DEFERRED EXPENSES</b>	<u>254,353</u>	<u>5,704</u>	<u>260,057</u>

# COMBINED METAL MINES LIMITED

## NOTES TO FINANCIAL STATEMENTS

For the year ended March 31, 1968

1. Investments in other mining companies:

	Shares — at cost \$	Market value \$
Nudulama Mines Limited — 5,000 shares .....	5,450	800
Northern Canada Mines Ltd. — 3,600 shares .....	7,935	3,852
Coniagas Mines Limited — 5,833 shares .....	15,050	2,742
Atlantic Coast Copper Corporation Ltd. — 500,000 shares .....	328,714	395,000
Wesley Mines Limited — 820 shares .....	82	12
	<u>357,231</u>	<u>402,406</u>

2. The company's mining properties consist of:

- (a) 16 mining claims in the Township of McGarry, Province of Ontario were purchased on April 5, 1943 for 1,000,000 Highridge shares at 10¢ per share (which is equivalent to 111,111 no par value shares of Combined Metal Mines Limited) for a value of \$100,000.
- (b) 1,250 acres under mining licence #850A in the Parish of Bathurst, County of Gloucester, Province of New Brunswick was purchased on January 25, 1958 for the following:

Shares —	\$
190,910 New Highridge (Equivalent to 63,636 Combined Metal Mines Limited) .....	76,364
Cash .....	40,909
Services .....	954
	<u>118,227</u>

3. The amounts shown for mining properties and deferred expenses represent costs to date and are not intended to reflect present or future values.
4. Since its incorporation March 1, 1939 the company has issued the following shares:

	Number of shares	Net value \$
For cash .....	2,290,116	1,296,619
For services .....	25,110	17,599
For mining claims .....	435,445	298,450
	<u>2,750,671</u>	<u>1,612,668</u>